

21 August 1967

MEMORANDUM FOR: Executive Director-Comptroller

SUBJECT: National Student Association Properties

1. This memorandum contains recommendations in paragraph 4 for approval by the Executive Director-Comptroller.

2. We are negotiating disposition of the NSA properties with the NSA lawyers and the lawyers for the First National Bank of Washington, which holds title. The bank will arrange for the transfer of its title to the NSA, subject to the existing mortgage which the bank will continue to hold. The bank will also arrange for an appraisal, a title guarantee, and necessary recording of documents and will bill us for the amounts involved. There is also a small fee in connection with the termination of the trust agreement under which the bank holds title for the beneficial owner. These expenses will probably be somewhat less than \$2,500.

3. If the appraisal indicates the value of the buildings to be considerably in excess of the mortgage, the bank will not require a guarantee on the mortgage. If, however, there is doubt that the sale price of the buildings will cover the mortgage, we have agreed to put a deposit in the bank sufficient to make certain the bank is held harmless. There seems to be little risk of much cost if this deposit is required, and probably all or most of it will be recoverable when the mortgage is paid off or if there were to be a foreclosure. The lawyers for the bank are hopeful they will not have to produce a trust agreement with the beneficial owner in order to get a title guarantee.

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APPROVED FOR RELEASE  
Date 24 Sept 1982

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4. I recommend to the Board

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LAWRENCE B. HUSTON  
General Counsel

The recommendations in  
paragraph 4 are approved

24 AUG 1967

Executive Director-Comptroller

Date

Distribution:

Orig-General Counsel

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